

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL NOTE**

**HB 1843 - SB 1819**

February 15, 2018

**SUMMARY OF BILL:** Increases, from three to five, the number of members appointed to the Alcoholic Beverage Commission (ABC). Requires each member to receive \$500 for each meeting, rather than a \$6,000 annual compensation.

**ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures – Net Impact - \$22,200/ABC Fund**

Assumptions:

- Eliminating the \$6,000 annual compensation for three current members will result in a recurring decrease in state expenditures to the ABC Fund of \$18,000 (\$6,000 x 3 members).
- The average annual travel expenditure is \$2,100 per member.
- Travel expenditure reimbursements for two additional members will result in a recurring increase in state expenditures to the ABC Fund of \$4,200 (\$2,100 x 2 members).
- The ABC will meet monthly; therefore, the recurring increase in state expenditures to the ABC Fund for member compensation under the provisions of this bill is estimated to be \$30,000 (\$500 x 12 meetings x 5 members).
- Training materials and supplies for the two additional members will result in a recurring increase in state expenditures to the ABC Fund estimated to be \$6,000.
- The net recurring increase in state expenditures to the ABC Fund is estimated to be \$22,200 (\$4,200 + \$30,000 + \$6,000 - \$18,000).

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee".

Krista M. Lee, Executive Director

/jdb